

FISCAL NOTE

Bill #:

SB0154

Title:

Limit CHIP administrative and reserve costs

Primary Sponsor:

J. Cobb

Status:

As Introduced

Sponsor signature

Date

David Ewer, Budget Director

Date

Fiscal Summary		FY 2006 Difference	FY 2007 Difference
Expenditures:			
General Fund		\$0	\$0
Revenue:			
General Fund		\$0	\$0
Net Impact on General Fund Balance:		\$0	\$0

☐ Significant Local Gov. Impact

☐ Included in the Executive Budget

☐ Dedicated Revenue Form Attached

☒ Technical Concerns

☐ Significant Long-Term Impacts

☐ Needs to be included in HB 2

ASSUMPTIONS:
This bill has no fiscal impact to the state.

TECHNICAL NOTES:
The current contractor’s administrative expense for CHIP is 13.65 percent of the premium. This bill limits this to 12 percent. A reduction may cause a change in the contracted service provided to CHIP and CHIP clients.